

1 Q. AROs - provide status of implementing the ARO reporting pursuant to P.U. 29
2 (2012). Provide the calculation of all AROs and the proposed regulatory treatment
3 of the ARO amounts.

4 a) Provide status of implementing the ARO reporting pursuant to P.U. 29 (2012).

5 b) Provide the calculation of all AROs.

6 c) Provide the proposed regulatory treatment of the ARO amounts.

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9 A. • Status of implementing the ARO reporting pursuant to P.U. 29 (2012):

10 Please refer to CA-NLH-139 (a) for status of implementing the ARO reporting
11 pursuant to P.U. 29(2012).

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13 • Calculation of all AROs:

14 Please refer to NP-NLH-091 Attachment 1.

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16 • Proposed regulatory treatment of the ARO amounts:

17 Hydro proposes to recover, through its revenue requirement, the accretion and
18 depreciation costs (see Table 1 below) leading up to the decommissioning of the
19 assets. As there are no external financing costs (debt or equity) that must be
20 recovered as a result of the creation of the ARO, Hydro also proposes that the
21 ARO be excluded from rate base.

Table 1: Revenue Requirement Impacts (\$000s)									
	Actual				Test Year		Forecast		
	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Holyrood Depreciation	-	1,149	1,980	2,219	2,213	2,213	2,213	2,213	2,213
Holyrood Accretion	-	468	648	860	804	834	864	896	929
PCB Depreciation	-	-	64	62	60	60	60	60	60
PCB Accretion	-	-	68	51	48	44	41	38	34
Total Revenue Requirement Impact	-	1,617	2,760	3,192	3,125	3,151	3,178	3,207	3,236